

General Assembly

Raised Bill No. 6556

January Session, 2009

LCO No. 3933

03933____FIN^{}

Referred to Committee on Finance, Revenue and Bonding

Introduced by: (FIN)

AN ACT CONCERNING FUNDING OF SCHOOL CONSTRUCTION PROJECTS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Subsection (c) of section 10-264h of the general statutes is
- 2 repealed and the following is substituted in lieu thereof (Effective from
- 3 passage):
- 4 (c) (1) If the school building ceases to be used as an interdistrict
- 5 magnet school facility and the grant was provided for the purchase or
- 6 construction of the facility, the commissioner shall determine whether
- 7 (A) title to the building and any legal interest in appurtenant land shall
- 8 revert to the state or (B) the school district shall reimburse the state an
- 9 amount equal to the difference between the amount received pursuant
- 10 to this section and the amount the district would have been eligible to
- 11 receive based on the percentage determined pursuant to section 10-
- 12 285a multiplied by the estimated eligible project costs.
- 13 (2) If the school building ceases to be used as an interdistrict magnet
- 14 school facility and the grant was provided for the extension or major
- 15 alteration of the facility, the school district shall reimburse the state the

16 amount determined in accordance with subparagraph (B) of 17 subdivision (1) of this subsection. A school district receiving a request 18 for reimbursement pursuant to this subdivision shall reimburse the 19 state not later than the close of the fiscal year following the year in 20 which the request is made. If the school district fails to so reimburse 21 the state, the Department of Education may withhold such amount 22 from the total sum which is paid from the State Treasury to such 23 school district or the town in which it is located or, in the case of a 24 regional school district, the towns which comprise the school district. If 25 the amount paid from the State Treasury is less than the amount due, 26 the department may refer the matter to the Department of 27 Administrative Services for collection.

- 28 (3) The state reimbursement requirements of this subsection shall 29 not apply to a facility that ceases to be used as an interdistrict magnet 30 school if (A) such facility is owned by a local or regional board of 31 education, (B) prior to cessation, the interdistrict magnet school 32 program was operated by a regional education service center, and (C) such facility, in its last year of operation as an interdistrict magnet 33 34 school, enrolled at least fifty-five per cent of its students from a single 35 town.
- Sec. 2. Subsection (c) of section 10-264*l* of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 39 (c) (1) The maximum amount each interdistrict magnet school 40 program, except those described in [subparagraphs (A) and (B) of] 41 subdivision (3) of this subsection, shall be eligible to receive per 42 enrolled student who is not a resident of the town operating the 43 magnet school shall be (A) six thousand sixteen dollars for the fiscal 44 year ending June 30, 2008, (B) six thousand seven hundred thirty 45 dollars for the fiscal year ending June 30, 2009, (C) seven thousand four 46 hundred forty dollars for the fiscal year ending June 30, 2010, and (D) 47 eight thousand one hundred fifty-eight dollars for the fiscal year

ending June 30, 2011. The per pupil grant for each enrolled student who is a resident of the town operating the magnet school program shall be three thousand dollars for the fiscal year ending June 30, 2008, and each fiscal year thereafter.

- (2) For the fiscal year ending June 30, 2003, and each fiscal year thereafter, the commissioner may, within available appropriations, provide supplemental grants for the purposes of enhancing educational programs in such interdistrict magnet schools, as the commissioner determines. Such grants shall be made after the commissioner has reviewed and approved the total operating budget for such schools, including all revenue and expenditure estimates.
- (3) [(A)] Each interdistrict magnet school operated by a regional educational service center [that enrolls less than fifty-five per cent of the school's students from a single town, or a regional educational service center that enrolls less than sixty per cent of its students from Hartford pursuant to the 2008 stipulation and order for Milo Sheff, et al. v. William A. O'Neill, et al.,] shall receive a per pupil grant in the amount of (i) six thousand two hundred fifty dollars for the fiscal year ending June 30, 2006, (ii) six thousand five hundred dollars for the fiscal year ending June 30, 2007, (iii) seven thousand sixty dollars for the fiscal year ending June 30, 2008, (iv) seven thousand six hundred twenty dollars for the fiscal year ending June 30, 2009, (v) eight thousand one hundred eighty dollars for the fiscal year ending June 30, 2010, and (vi) eight thousand seven hundred forty-one dollars for the fiscal year ending June 30, 2011.
- [(B) Each interdistrict magnet school operated by a regional educational service center that enrolls at least fifty-five per cent of the school's students from a single town, or a regional educational service center that enrolls at least sixty per cent of its students from Hartford pursuant to the 2008 stipulation and order for Milo Sheff, et al. v. William A. O'Neill, et al., shall receive a per pupil grant for each enrolled student who is not a resident of the district that enrolls at least

80 fifty-five per cent of the school's students in the amount of (i) six 81 thousand sixteen dollars for the fiscal year ending June 30, 2008, (ii) six 82 thousand seven hundred thirty dollars for the fiscal year ending June 83 30, 2009, (iii) seven thousand four hundred forty dollars for the fiscal 84 year ending June 30, 2010, and (iv) eight thousand one hundred fifty-85 eight dollars for the fiscal year ending June 30, 2011. The per pupil 86 grant for each enrolled student who is a resident of the district that 87 enrolls at least fifty-five per cent of the school's students shall be three 88 thousand dollars.]

- (4) The amounts of the grants determined pursuant to this subsection shall be proportionately adjusted, if necessary, within available appropriations, and in no case shall any grant pursuant to this section exceed the reasonable operating budget of the interdistrict magnet school program, less revenues from other sources. Any interdistrict magnet school program operating less than full-time, but at least half-time, shall be eligible to receive a grant equal to sixty-five per cent of the grant amount determined pursuant to this subsection.
- (5) Within available appropriations, the commissioner may make grants to the following entities that operate an interdistrict magnet school that assists the state in meeting the goals of the 2008 stipulation and order for Milo Sheff, et al. v. William A. O'Neill, et al., as determined by the commissioner and that provide academic support programs and summer school educational programs approved by the commissioner to students participating in such interdistrict magnet school program: (A) Regional educational service centers, (B) local and regional boards of education, (C) the Board of Trustees of the Community-Technical Colleges on behalf of a regional communitytechnical college, (D) the Board of Trustees of the Connecticut State University System on behalf of a state university, (E) the Board of Trustees for The University of Connecticut on behalf of the university, (F) the board of governors for an independent college or university, as defined in section 10a-37, or the equivalent of such a board, on behalf of the independent college or university, (G) cooperative arrangements

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pursuant to section 10-158a, and (H) any other third-party not-forprofit corporation approved by the commissioner.

- 115 (6) Within available appropriations, the Commissioner of Education 116 may make grants, in an amount not to exceed seventy-five thousand 117 dollars, for start-up costs associated with the development of new 118 interdistrict magnet school programs that assist the state in meeting 119 the goals of the 2008 stipulation and order for Milo Sheff, et al. v. 120 William A. O'Neill, et al., as determined by the commissioner, to the 121 following entities that develop such a program: (A) Regional 122 educational service centers, (B) local and regional boards of education, 123 (C) the Board of Trustees of the Community-Technical Colleges on 124 behalf of a regional community-technical college, (D) the Board of 125 Trustees of the Connecticut State University System on behalf of a state 126 university, (E) the Board of Trustees for The University of Connecticut 127 on behalf of the university, (F) the board of governors for an 128 independent college or university, as defined in section 10a-37, or the 129 equivalent of such a board, on behalf of the independent college or 130 university, (G) cooperative arrangements pursuant to section 10-158a, 131 and (H) any other third-party not-for-profit corporation approved by 132 the commissioner.
- Sec. 3. Section 10-286 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 135 (a) The amount of the grant approved by the Commissioner of 136 Education under the provisions of this chapter for any completed 137 school building project shall be computed as follows:
 - (1) For the fiscal year ending June 30, 1984, and each fiscal year thereafter, in the case of a new school plant, an extension of an existing school building or projects involving the major alteration of any existing building to be used for school purposes, the eligible percentage, as determined in section 10-285a, of the result of multiplying together the number representing the highest projected enrollment, based on data acceptable to the Commissioner of

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Education, for such building during the eight-year period from the date [a local or regional board of education files a notification of a proposed school building project with construction begins, as the local or regional board of education so notifies the Department of Education, the number of gross square feet per pupil determined by the Commissioner of Education to be adequate for the kind of educational program or programs intended, and the eligible cost of such project, divided by the gross square feet of such building, or the eligible percentage, as determined in section 10-285a, of the eligible cost of such project, whichever is less, provided, (A) any such project on which construction was started prior to July 1, 1975, shall be reimbursed under the formula in effect prior to said date, (B) any such project on which construction or payments under this chapter were started after June 30, 1975, but prior to July 31, 1983, shall be reimbursed based upon the data, submitted for each such project and accepted by the Department of Education during said period, representing the number of pupils the plant was designed to accommodate, (C) any project for which final grant calculation has been made after June 30, 1975, but prior to July 31, 1983, shall be reimbursed based upon such final calculation, [and] (D) any such project for which estimated grant payments were begun prior to July 31, 1983, shall be reimbursed based upon the calculation formula used in making such estimated grant payments, and (E) any such project in a district with schools in need of improvement may, without a change in such district's reimbursement, reduce class size to improve educational performance to a level not less than eighty per cent of the highest projected enrollment submitted to the commissioner pursuant to this subdivision, provided the school improvement plan filed with the Department of Education tracks data on student achievement;

(2) In case of projects involving the purchase of an existing building to be used for school purposes, the eligible percentage, as determined in section 10-285a, of the eligible cost as determined by the Commissioner of Education, provided any project for which an application is made on or after July 1, 1995, involving the purchase and

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renovation of an existing facility, may be exempt from the standard space specifications, and otherwise ineligible repairs and replacements may be considered eligible for reimbursement as part of such a project, if information is provided acceptable to the commissioner documenting the need for such work and the cost savings to the state and the school district of such purchase and renovation project in comparison to alternative construction options;

- (3) If any school building project described in subdivisions (1) and (2) of this subsection includes the construction, extension or major alteration of outdoor athletic facilities, tennis courts or a natatorium, gymnasium or auditorium, the grant for the construction of such outdoor athletic facilities, tennis courts and natatorium shall be limited to one-half of the eligible percentage for subdivisions (1) and (2) of the net eligible cost of construction thereof; the grant for the construction of an area of spectator seating in a gymnasium shall be one-half of the eligible percentage for subdivisions (1) and (2) of the net eligible cost of construction thereof; and the grant for the construction of the seating area in an auditorium shall be limited to one-half of the eligible percentage for subdivisions (1) and (2) of the net eligible cost of construction of the portion of such area that seats one-half of the projected enrollment of the building, as defined in subdivision (1) of this subsection, which it serves;
- (4) In the case of a regional agricultural science and technology education center or the purchase of equipment pursuant to subsection (a) of section 10-65 or a regional special education facility pursuant to section 10-76e, an amount equal to the eligible cost of such project, as determined by the Commissioner of Education;
- (5) In the case of a public school administrative or service facility, one-half of the eligible percentage for subdivisions (1) and (2) of this subsection of the eligible project cost as determined by the Commissioner of Education, or in the case of a regional educational service center administrative or service facility, the eligible percentage,

as determined pursuant to subsection (c) of section 10-285a, of the 212 eligible project cost as determined by the commissioner;

(6) In the case of the total replacement of a roof or the total replacement of a portion of a roof which has existed for at least twenty years, or in the case of the total replacement of a roof or the total replacement of a portion of a roof which has existed for fewer than twenty years when it is determined by a registered architect or registered engineer that such roof was improperly designed or improperly constructed and the town is prohibited from recovery of damages or has no other recourse at law or in equity, the eligible percentage for subdivisions (1) and (2) of this subsection, of the eligible cost as determined by the Commissioner of Education. In the case of the total replacement of a roof or the total replacement of a portion of a roof which has existed for fewer than twenty years (A) when it is determined by a registered architect or registered engineer that such roof was improperly designed or improperly constructed and the town has recourse at law or in equity and recovers less than such eligible cost, the eligible percentage for subdivisions (1) and (2) of this subsection of the difference between such recovery and such eligible cost, and (B) when the roof is at least fifteen years old but less than twenty years old and it cannot be determined by a registered architect or registered engineer that such roof was improperly designed or improperly constructed, the eligible percentage for subdivisions (1) and (2) of this subsection of the eligible project costs provided such costs are multiplied by the ratio of the age of the roof to twenty years. For purposes of this subparagraph, the age of the roof shall be determined in whole years to the nearest year based on the time between the completed installation of the old roof and the date of the grant application for the school construction project for the new roof;

(7) For the fiscal year ending June 30, 1984, and for each fiscal year thereafter, in the case of projects to correct code violations, the eligible percentage, as determined in section 10-285a, of the eligible cost as determined by the Commissioner of Education;

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- (8) In the case of a renovation project for which an application is made on or after July 1, 1995, the eligible percentage as determined in subsection (b) of section 10-285a, multiplied by the eligible costs as determined by the commissioner, provided the project may be exempt from the standard space specifications, and otherwise ineligible repairs and replacements may be considered eligible for reimbursement as part of such a project, if information is provided acceptable to the commissioner documenting the need for such work and the cost savings to the state and the school district of such renovation project in comparison to alternative construction options;
 - (9) In the case of projects approved to remedy certified school indoor air quality emergencies, the eligible percentage, as determined in section 10-285a, of the eligible cost as determined by the Commissioner of Education;
 - (10) In the case of a project involving a turn-key purchase for a facility to be used for school purposes, the eligible percentage, as determined in section 10-285a, of the net eligible cost as determined by the Commissioner of Education, except that for any project involving such a purchase for which an application is made on or after July 1, 2006, (A) final plans for all construction work included in the turn-key purchase agreement shall be approved by the Commissioner of Education in accordance with section 10-292, and (B) such project may be exempt from the standard space specifications, and otherwise ineligible repairs and replacements may be considered eligible for reimbursement as part of such project, if information acceptable to the commissioner documents the need for such work and that such a purchase will cost less than constructing the facility in a different manner and will result in a facility taking on a useful life comparable to that of a new facility.
 - (b) (1) In the case of all grants computed under this section for a project which constitutes a replacement, extension or major alteration of a damaged or destroyed facility, no grant may be paid if a local or

- regional board of education has failed to insure its facilities and capital equipment in accordance with the provisions of section 10-220. The amount of financial loss due to any damage or destruction to any such facility, as determined by ascertaining the replacement value of such damage or destruction, shall be deducted from project cost estimates prior to computation of the grant.
- (2) (A) In the case of any grants computed under this section for a school building project authorized pursuant to section 10-283 after July 1, 1979, any federal funds or other state funds received for such school building project shall be deducted from project costs prior to computation of the grant.
 - (B) In the case of any grants computed under this section for a school building project authorized pursuant to section 10-283 after July 1, 2008, except for any grants computed pursuant to section 10-283d, as amended by this act, fifty per cent of any federal or private funds received for such school building project shall be deducted from project costs prior to computation of the grant.
 - (3) The limitation on grants for new outdoor athletic facilities, tennis courts, natatorium, gymnasium and auditorium shall not apply to school building projects for which applications for review of preliminary plans and specifications on Form 2A were submitted prior to October 1, 1975, in the case of towns and prior to October 15, 1975, in the case of regional school districts.
 - (4) Commencing with the school construction projects authorized by the General Assembly during the fiscal year ending June 30, 1985, and for all such projects so authorized thereafter, the calculation of grants pursuant to this section shall be made in accordance with the state standard space specifications in effect at the time of the final <u>audited</u> grant calculation, except that (A) on and after July 1, 2005, in the case of a school district with an enrollment of less than one hundred fifty students in grades kindergarten to grade eight, inclusive, state standard space specifications shall not apply in the calculation of

grants pursuant to this section and the Commissioner of Education may modify the standard space specifications for a project in such district, and (B) on and after July 1, 1995, in the case of a school district with an enrollment of less than nine hundred fifty students per school in a school facility that serves pre-kindergarten to grade eight, inclusive, state standard space specifications applied in the calculation of grants pursuant to this section shall be one hundred sixty-five square feet per student, provided the school facility shall include space for special education services, in-school suspension space, a full-size gymnasium and a school-based health center, on condition that failure to include any or all of such spaces shall result in a space standard reduction of five square feet per student for each such space omitted.

- (c) In the computation of grants pursuant to this section for any school building project authorized by the General Assembly pursuant to section 10-283 (1) after January 1, 1993, any maximum square footage per pupil limit established pursuant to this chapter or any regulation adopted by the State Board of Education pursuant to this chapter shall be increased by twenty-five per cent for a building constructed prior to 1950; (2) after January 1, 2004, any maximum square footage per pupil limit established pursuant to this chapter or any regulation adopted by the State Board of Education pursuant to this chapter shall be increased by up to one per cent to accommodate a heating, ventilation or air conditioning system, if needed; and (3) after July 1, 2006, for projects with total authorized project costs greater than ten million dollars, if total construction change orders or other change directives otherwise eligible for grant assistance under this chapter exceed five per cent of the authorized total project cost, only fifty per cent of the amount of such change order or other change directives in excess of five per cent shall be eligible for grant assistance.
- (d) For any school building project receiving state grant assistance under this chapter, all change orders or other change directives issued for such project on or after July 1, 2008, shall be submitted, not later than six months after the date of such issuance, to the Commissioner of

Education, in a manner prescribed by the commissioner. Only change orders or other change directives submitted to the commissioner in accordance with this subsection shall be eligible for state grant assistance.

This act shall take effect as follows and shall amend the following		
sections:		
Section 1	from passage	10-264h(c)
Sec. 2	from passage	10-264l(c)
Sec. 3	from passage	10-286

Statement of Purpose:

To provide additional state support for certain school programs, to allow school districts more time to reach the highest projected enrollment, and to revise space standards to allow for the space needs of schools that serve grades pre-kindergarten through eight.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]